

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

SB 1444 – HB 2044

June 3, 2010

SUMMARY OF AMENDMENTS (017953, 019035, 019258): Amendment 017953 Deletes the original language of the bill. Authorizes licenses issued for the sale of alcoholic beverages for off-premises consumption to remain valid when a city relinquishes its charter to join the metropolitan government of Davidson County.

Amendment 019035 authorizes the sale of alcoholic beverages for on-premises consumption at a restaurant with a seating capacity of at least 220, an outdoor gazebo and a boat dock with 172 boat slips located in Hamilton County.

Amendment 019258 authorizes the sale of alcoholic beverages for on-premises consumption at a facility having a marina with at least 240 boat slips, a full-service campground with public sewer and at least 180 camp sites located in Campbell County.

FISCAL IMPACT OF ORIGINAL BILL:

Increase State Revenue – Not Significant
Increase State Expenditures – Not Significant

Increase Local Revenue – Less than \$100,000
Increase Local Expenditures – Not Significant

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENTS:

Increase State Revenue – Not Significant
Increase State Expenditures – Not Significant

Increase Local Revenue – Not Significant
Increase Local Expenditures – Not Significant/Permissive

Assumptions applied to amendments:

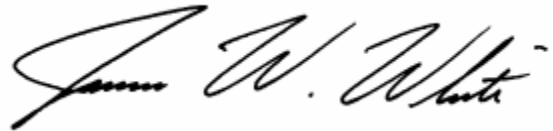
- Allowing establishments currently licensed to sell alcohol for off-premises consumption to retain their license will not result in any change to the number of licensed establishments.

SB 1444 – HB 2044

- There will be a not significant increase to state expenditures to update information for each licensee. There will be a not significant increase to local expenditures to update information for each licensee.
- The provisions of the bill will only apply to Davidson, Hamilton and Campbell Counties.
- No additional personnel or resources will be needed by the Alcoholic Beverage Commission.
- There will be an initial license application fee of \$300 and a \$150 annual renewal fee to the State ABC Fund for each new license.
- Any increase in local government expenditures related to the administrative cost of collecting local privilege taxes associated with such licenses is estimated to be not significant.
- Upon licensing, the entity will be assessed state and local sales taxes on alcoholic beverage sales, 15 percent liquor-by-the-drink tax on each alcoholic beverage sold and any applicable county or city privilege tax.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is fluid and cursive, with the first name "James" written in a larger, more prominent script than the last name "White".

James W. White, Executive Director

/agl